

**CALIFORNIA HEALTH FACILITIES FINANCING AUTHORITY  
STAFF SUMMARY AND RECOMMENDATION  
Fred Finch Children's Home dba Fred Finch Youth Center**

**Amended Resolution Number HII-66**

**May 25, 2006**

**APPROVED HELP II LOAN AMOUNT: \$500,000**

**PURPOSE OF AMENDMENT:** This amendment will allow the Fred Finch Children's Home dba Fred Finch Youth Center (FFYC) to transfer title of its property at 3800 Coolidge Avenue in Oakland to its supporting organization, the Eunice Ann Finch Resource Center (EAFRC). The Authority would retain first deed of trust as security for the loan.

**BACKGROUND:** The Authority approved the FFYC request for a \$500,000 HELP II loan at the September 1998 Authority Meeting. Loan proceeds were used to repair and renovate facilities on the Oakland property. As security for the loan, the Authority took a first position lien on the property located at 3800 Coolidge Avenue in Oakland. In addition, the Authority established a lien on corporate gross revenues.

In 2003, the EAFRC was established as a 501(c)(3) nonprofit supporting organization as classified under Internal Revenue Code section 509(a)(3). The intended purpose of the EAFRC was to finance, purchase and operate the FFYC real estate holdings. Transferring title on the property at 3800 Coolidge Avenue from FFYC to EAFRC would contribute to the fulfillment of this purpose.

As of May 1, 2006, FFYC had an outstanding balance of \$272,024 and is current with its monthly payments of \$3,452.

**FINANCIAL UPDATE:** The latest audited financial statements for fiscal year 2005 demonstrate positive operations and growth over the prior year.

**RECOMMENDATION:** Staff recommends the Authority approve an amendment to HII-66 that incorporates the transfer of title on the property located at 3800 Coolidge Avenue in Oakland from the Fred Finch Children's Home dba Fred Finch Youth Center to the Eunice Ann Finch Resource Center.